

1. The meeting was called to order at 6:00 pm.
2. The Pledge of Allegiance was led by Harold Merritt.
3. Roll Call: Jack Davis, Neil Duncan, Mayor Moser, and Harold Merritt were present. Kevin Sair was excused. Nathan Bronemann took minutes. Legal Counsel was excused. Rod Mills and Bob Davis of Ensign Engineering were present.
4. Declarations of conflict of interests.

Mayor Moser declared that he was a partner in a storage unit business which represented a potential conflict. He provided a letter for the record stating such.

5. Adopt Meeting Rules

Mayor Moser said all political bodies needed to adopt and follow meeting rules. He presented the meeting rules that had been adopted by the Town of Apple Valley. He recommended that the district also use those meeting rules for its meetings.

Motion made by Jack Davis to adopt the Town's meeting rules. Neil Duncan seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, Harold Merritt-yes. The motion passed 4/0.

6. Acquisitions – Harold Merritt

Harold Merritt had nothing to report.

Rod Mills said it had now been nearly a year since the State had authorized the issuance of funds from the Division of Drinking Water. He said the SSD board chairman would need to submit a letter to the Division of Drinking Water to request an extension on the funding approval. He submitted a letter to the chairman to sign and be submitted. He said the Rural Water Conference was taking place next week in St. George.

Rod Mills reported that the sale of the water company assets had been delayed yet again due to the fact that the sellers had not yet provided free and clear title work to the district's legal council and the State.

Mayor Moser read the proposed letter of extension.

Jack Davis stated that he had received a letter from the Cedar Point Water Company as a customer with his last bill.

Mayor Moser read the letter which stated that proper water testing had not taken place.

Jack Davis added that there was a water leak at the corner of East Red Sage and Manzanita Dr. on the Cedar Point water system.

Mayor Moser added that there were about five other leaks on the systems that he had been made aware of and that the Town could not fix them as they were not in ownership of the companies.

Rod Mills said that money to be placed into a contingency fund, would be withheld at the time of closing, to fix any leaks in the system.

Motion made by Mayor Moser to accept the letter to the Division of Drinking water as written and recommended by Rod Mills and that it be signed and sent by the chairman. Jack Davis seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, Harold Merritt-yes. The motion passed 4/0.

Jack Davis asked if the fines for non-compliance were still accruing for the water companies day by day.

Rod Mills said the fines were accumulating each day and that they would have to be dealt with by those water companies during the closing.

Jack Davis asked how they could be assured that the infrastructure is up to standards at the time of the purchase.

Mayor Moser said that the Town engineer had signed off on the installation of the Cedar Point system.

Rod Mills said he and Ensign Engineering were reasonably confident that they understood the current state and condition of both water systems.

Neil Duncan asked Rod Mills to clarify the reason for the delay of the closing.

Rod Mills said that until they had clear title on all assets, the attorneys would not approve the sale.

7. Funding – Kevin Sair

Nothing to report.

8. Operations – Neil Duncan

Nothing to report.

9. Resource Management – Mayor Moser

Nothing to report.

10. Development – Jack Davis

Jack Davis reported that there were a number of developers interested in starting projects within the Town.

11. Review of Policies and Procedures

Rod Mills said Ensign Engineering was working on reviewing the Town policies on sewer so the District could adopt policies that were parallel.

Bob Davis added that there needed to be a separation between the Town and the Special Service District and the specific steps that needed to take place for any approval on new projects and which body was responsible for each action.

Jack Davis asked if they were going to follow a transition plan for the water company portion of the district.

Rod Mills said they had discussed the transition plan about six months ago, but it would be wise to review that plan again.

12. Sewer

This item was covered in item #11.

13. Consent Calendar - Income and Expenses

Nothing to report. This item was tabled.

14. Consider approval of minutes:

a. February 6, 2013 Regular Meeting Minutes

Motion made by Mayor Moser to approve the February 6, 2013 regular meeting minutes as corrected. Neil Duncan seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, Harold Merritt-yes. The motion passed 4/0.

15. Request for a closed session

Motion made by Mayor Moser to hold a closed session to discuss the water purchase. Jack Davis seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, Harold Merritt-yes. The motion passed 4/0.

16. Adjournment

Motion made by Mayor Moser to adjourn the meeting. Neil Duncan seconded the motion. Vote: Jack Davis-yes, Neil Duncan-yes, Mayor Moser-yes, Harold Merritt-yes. The motion passed 4/0.

Meeting adjourned at approximately 7:42 PM.

Date approved: _____

ATTEST BY: _____
Nathan Bronemann

Chairman Harold Merritt